

Tab 6

	<u>1973</u>	<u>1974</u>	<u>1975</u>
0 Food and live animals	422.0	425.7	497.5
044 corn or maize	248.8	262.3	328.3
1 Beverages and tobacco	29.6	36.3	55.8
2 Crude materials, ex. fuel, food	228.4	592.0	501.4
22 oilseed, oil nuts, oil kernels	162.5	215.3	190.9
3 Minerals, fuels, lubricants	85.7	185.8	252.1
32 coke, coal, briquets	64.9	152.2	212.9
4 Oils and fats	11.5	28.3	10.1
5 Chemcials	146.0	193.3	233.0
6 Mfg'd goods	210.5	297.4	212.4
7 Machinery & transport equipment	573.8	726.8	797.6
719 machinery parts	87.7	112.5	123.1
734 aircraft parts	146.8	139.4	143.3
8 Misc. mfg'd articles	105.7	129.6	137.2
9 Items not classified	17.5	24.4	27.2
TOTAL	2030.7	2639.6	2724.3

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US and Italian Investment

The following data is taken from the Department of Commerce Survey of Current Business, Volume 55, October 1975. Figures are only available through 1974. Figures for 1975 will not be released until August 1976.

<u>Italian direct investment in the US in 1974:</u>	\$ 10 million
<u>Aggregate investment through 1974:</u>	\$ 113 million
<u>Total foreign direct investment in the US through 1974:</u>	\$ 21,746 million
<u>Total US direct investment*in Italy through 1974:</u>	\$ 2,791 million
<u>Total US direct investment in the EEC (Six) through 1974:</u>	\$ 21,741 million
<u>Total US direct investment in Western Europe through 1974:</u>	\$ 44,505 million
<u>Total US investment worldwide through 1974:</u>	\$ 118,613 million

Breakdown for Italy in 1974

\$ 2,791 million Total

5 million Mining and smelting

634 million Petroleum

1,764 million Manufacturing (largely chemicals and machinery)

10 million Transportation, communication and public utilities

227 million Trade

75 million Finance and insurance

76 million Other

The increase in US direct investment in Italy in 1974 totaled \$567 million.

This figure includes \$350 million in net capital outflows and \$217 in reinvested earnings.

*The US direct investment figures represent the net equity in, and loans to foreign affiliates.

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On the private side, Italian residents place deposits with and receive credits from U.S. domestic offices and foreign branches of U.S. banks. The data in the following table show that at the end of 1975 U.S. banks had outstanding about \$5.3 billion in credits to Italian borrowers, of which \$4.8 billion, or over nine-tenths was on the books of the banks' foreign branches. On that same data, U.S. banks had liabilities of \$3.2 billion to Italian residents, of which \$1.1 billion or about one-third was at their domestic offices and about \$2.1 billion was at their foreign branches. (BIS data indicate that, at the end of 1975, Italy's commercial banks had ^{total} foreign assets of \$16.3 billion and ^{total} foreign liabilities of \$17.0 billion).

Data on the geographic distribution of the assets and liabilities of foreign branches of U.S. banks had only been available since September 1975.

The data on assets and liabilities give an approximate picture of the magnitude of U.S. banks' transactions with residents of Italy, which include official institutions, banks, and nonfinancial corporations. These data do not, however, measure U.S. bank exposure to Italy because they make no allowance for loans and other credits to Italy that may be guaranteed by parties outside of Italy, and they do not include loans and credits extended by or deposits received at foreign subsidiaries and affiliates of U.S. banks.

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~~Table 1~~

U.S. Bank Claims on and Liabilities to Residents of Italy
(millions of dollars)

	December 1973	December 1974	December 1975
<u>Total Claims</u>	N.A.	N.A.	5,295
<u>From Domestic Offices</u>	336	441	461
Short-Term	316	345	370
Long-Term	20	96	91
<u>From Foreign Branches</u>	N.A.	N.A.	4,834
 <u>Total Liabilities</u>	 N.A.	 N.A.	 3,199
<u>From Domestic Offices</u>	1,404	2,618	1,113
Short-Term	1,404	2,617	1,112
Long-Term	--	1	1
<u>From Foreign Branches</u>	N.A.	N.A.	2,086

1/ Data are from balance of payments reporting forms.

2/ Data derived from FR 502s Quarterly Report on Geographical Distribution of Assets and Liabilities of Major Foreign Branches of U.S. Banks.